

GENERAL ASSEMBLY COMMONWEALTH OF KENTUCKY

2012 REGULAR SESSION

HOUSE BILL NO. 369
FRIDAY, FEBRUARY 24, 2012

The following bill was reported to the Senate from the House and ordered to be printed.

ALISON LUNDERGAN GRIMES
SECRETARY OF STATE
COMMONWEALTH OF KENTUCKY
BY

- 1 AN ACT relating to the Kentucky Law Enforcement Foundation Program Fund.
- 2 Be it enacted by the General Assembly of the Commonwealth of Kentucky:
- 3 → Section 1. KRS 15.460 is amended to read as follows:
- 4 Except as provided in subsection (4)(a) of this section, beginning July 15, 1998, an 5 eligible local unit of government shall be entitled to receive annually a supplement 6 of two thousand seven hundred fifty dollars (\$2,750) for each qualified police 7 officer it employs, and beginning on July 1, 1999, an annual supplement of three 8 thousand dollars (\$3,000) for each qualified police officer it employs, plus an 9 amount equal to the required employer's contribution on the supplement to the 10 defined benefit pension plan to which the officer belongs, but no more than the 11 required employer's contribution to the County Employees Retirement System 12 hazardous duty category. In the case of County Employees Retirement System 13 membership, the pension contribution on the supplement shall be paid whether the 14 officer enters the system under hazardous duty coverage or nonhazardous coverage. 15 The local unit of government shall pay the amount received for retirement coverage 16 to the appropriate retirement system to cover the required employer contribution on 17 the pay supplement. Should the foundation program funds be insufficient to pay 18 employer contributions to the system, then the total amount available for pension 19 payments shall be prorated to each eligible government so that each receives the 20 same percentage of required pension costs attributable to the cash salary 21 supplement. 22
 - (2) Each qualified police officer, whose local government receives a supplement pursuant to subsection (1) of this section, shall be paid by the local government the supplement which his or her qualifications brought to the local government. The supplement paid each police officer shall be in addition to his or her regular salary and, except as provided in subsection (4)(b) of this section, shall continue to be

27 <u>paid to an officer who is a member of:</u>

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1		<u>(a)</u>	The Kentucky National Guara auring any period of activation under Title
2			10 or Title 32 of the United States Code, or KRS 38.030; or
3		<u>(b)</u>	Any reserve component of the United States Armed Forces during any
4			period of activation with the United States Armed Forces.
5	(3)	(a)	Each qualified sheriff who receives the maximum salary allowed by Section
6			246 of the Kentucky Constitution and KRS 64.527 shall not receive a
7			supplement.
8		(b)	Each qualified sheriff who does not receive the maximum salary allowed by
9			Section 246 of the Kentucky Constitution and KRS 64.527, excluding the
10			expense allowance provided by KRS 70.170, shall upon annual settlement
11			with the fiscal court under KRS 134.192, receive that portion of the
12			supplement that will not cause his or her compensation to exceed the
13			maximum salary.
14		(c)	Each qualified sheriff who seeks to participate in the fund shall forward a
15			copy of the annual settlement prepared under KRS 134.192 to the fund. The
16			sheriff shall reimburse the fund if an audit of the annual settlement conducted
17			pursuant to KRS 134.192 reflects that the sheriff received all or a portion of
18			the supplement in violation of this section. A sheriff who fails to provide a
19			copy of the annual settlement to the fund or to reimburse the fund after
20			correction by audit, if required, shall not be qualified to participate in the fund
21			for a period of two (2) years.
22		(d)	Each qualified deputy sheriff shall receive the supplement from the sheriff if
23			the sheriff administers his or her own budget or from the county treasurer if
24			the sheriff pools his or her fees. The failure of a sheriff to comply with the
25			provisions of this section shall not affect the qualification of his or her
26			deputies to participate in the fund.
27	(4)	(a)	Eligible local units of government shall receive the salary supplement,

1		excluding funds applicable to the employer's pension fund contribution,		
2		provided in subsection (1) of this section for distribution to an officer who is		
3		eligible under subsection (2) of this section.		
4		(b) A qualified police officer receiving a salary supplement during any period		
5		of military activation, as provided in subsection (2) of this section, shall not		
6		be entitled to receive the employer's pension system contribution, and the		
7		salary supplement shall not be subjected to an employee's contribution to a		
8		pension system. The salary supplement shall otherwise be taxable for all		
9		purposes.		
10		→ Section 2. KRS 15.470 is amended to read as follows:		
11	Law	Enforcement Foundation Program funds made available to local units shall be		
12	received, held, and expended in accordance with the provisions of KRS 15.410 to 15.510,			
13	including the administrative regulations promulgated by the Justice and Public Safety			
14	Cabinet and the following specific restrictions:			
15	(1)	Funds provided shall be used only as a cash salary supplement to police officers, for		
16		payments to the defined benefit pension plan to which the officer belongs to cover		
17		employer retirement costs on the cash salary supplement, and for administrative		
18		costs as provided in KRS 15.450;		
19	(2)	Funds provided shall be used only to compensate police officers who have complied		
20		with KRS 15.440(1)(c), (d), and (e):[.]		
21	(3)	Each police officer shall be entitled to receive the state supplement which his		
22		qualifications brought to the local unit; [and]		
23	(4)	Funds provided shall not be used to supplant existing salaries or as a substitute for		
24		normal salary increases periodically due to police officers;		
25	<u>(5)</u>	Each police officer receiving the state supplement who is also a member of the		
26		Kentucky National Guard or any reserve component of the United States Armed		
27		Forces shall continue to receive the state supplement during any period of		

Page 3 of 4
HB036910.100 - 1525 - 5146v

1		military activation, as provided in subsection (2) of Section 1 of this Act; and
2	<u>(6)</u>	Funds distributed or received pursuant to subsection (5) of this section shall be
3		excluded from all aspects of the Kentucky Retirement Systems or any other

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retirement system.

	President of Senate
Attest:	Chief Clerk of House of Representatives
	Approved Governor
	Date 4-11-12

- page 5 -